

FILED IN TRIPLICATE

September 27, 2007

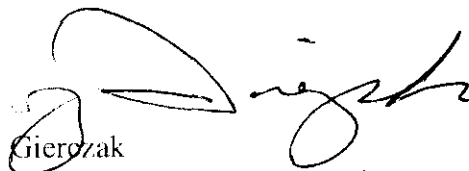
Office of the Secretary
Federal Communications Commission
445 12th Street, Room TW-B204
Washington, DC 20554

Dear Mr. Secretary:

As required by the revision of FCC Filing Requirements CC Docket No. 96-23 adopted November 8, 1996, SureWest Telephone hereby submits for filing its FCC 492. This report covers the annual period January 1, 2006 through December 31, 2006 and the cumulative period January 1, 2005 through December 31, 2006.

Inquiries regarding this information may be directed to me at (916) 786-1440 or Janice Heeter at (916) 786-4528.

Sincerely,


Greg R. Gierozak
Executive Director – External Relations

GRG;jjh
Enclosure

cc: Industry Analysis and Technology Division
Wireline Competition Bureau, 6-A162
(2 Copies)

File: H.A.
V.A.1.a.

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FCC - MAILROOM

1. Name and Address of Reporting Company
SureWest Telephone
P. O. Box 969
Roseville, CA 95678-0969

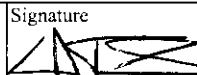
2. Reporting Period
(a) Annual Year Covered
From: 01/01/06 To: 12/31/06
(b) Cumulative Period Covered
From: 01/01/05 To: 12/31/06

FCC 492

Rate-of-Return Report

(Read Instructions on Reverse Before Completing)

Dollar Amounts Shown in Thousands

3. Particulars	(A) Interstate Access		(B) Common Line		(C) Special Access					
	Current Year	Cumulative	Current Year	Cumulative	Current Year	Cumulative				
1. Total Revenues	28,527	62,193	14,645	31,000	10,770	24,637				
2. Total Expenses and Taxes	23,844	51,202	12,499	26,411	9,071	19,891				
3. Oper. Inc. (Net Return) (1-2)	4,683	10,991	2,146	4,589	1,699	4,746				
4. Rate Base (Avg. Net Invest.)	42,554	45,075	20,224	21,167	17,572	18,855				
5. Rate of Return (3/4) Annualized	11.00%	12.19%	10.61%	10.84%	9.67%	12.58%				
6. FCC Ordered Refund- Amortized for Current Period (see Instr. I)	0	0	0	0	0	0				
7. Net Return (incl. effect of FCC Ordered Refund) (3+6)	4,683	10,991	2,146	4,589	1,699	4,746				
8. Rate of Return (incl. effect of FCC Ordered Refund) (7/4) Annualized	11.00%	12.19%	10.61%	10.84%	9.67%	12.58%				
Switched Traffic Sensitive										
3. Particulars	(D) End Office		(E) Information		(F) Local Transport					
	Current Year	Cumulative	Current Year	Cumulative	Current Year	Cumulative				
1. Total Revenues	829	1,753	198	491	2,084	4,312				
2. Total Expenses and Taxes	585	1,322	122	272	1,566	3,305				
3. Oper. Inc. (Net Return) (1-2)	244	430	76	219	518	1,007				
4. Rate Base (Avg. Net Invest.)	1,658	1,833	0	0	3,099	3,220				
5. Rate of Return (3/4) Annualized	14.71%	11.74%	0.00%	0.00%	16.72%	15.64%				
6. FCC Ordered Refund- Amortized for Current Period (see Instr. I)	0	0	0	0	0	0				
7. Net Return (incl. effect of FCC Ordered Refund) (3+6)	244	430	76	219	518	1,007				
8. Rate of Return (incl. effect of FCC Ordered Refund) (7/4) Annualized	14.71%	11.74%	0.00%	0.00%	16.72%	15.64%				
4. Rates of Return for the Switched Traffic Sensitive Category	(a) Current Year		(b) Cumulative		5. Multiplicative Factor Used for Annualizing Rate of Return for Cumulative Measurement Period.					
	17.61%		16.39%		0.500					
6. Total Out-of-Period Adjustment (see instruction K)					0					
7. CERTIFICATION: I certify that I am the chief financial officer or the duly assigned accounting officer; that I have examined the foregoing report; that to the best of my knowledge, information, and belief, all statements of fact contained in this report are true and this report is a correct statement of the business and affairs of the above-named respondent in respect to each and every matter set forth therein during the specified period.										
Date	Typed Name of Person Signing	Title of Person Signing	Signature							
4.11.07	Dan Bessey	Vice President, Finance								

WILLFUL FALSE STATEMENTS MADE ON THIS FORM ARE PUNISHABLE BY FINE AND/OR IMPRISONMENT (U.S. CODE, TITLE 18, Section 1001), AND/OR REVOCATION OF ANY STATION LICENSE OR CONSTRUCTION PERMIT (U.S. CODE, TITLE 47, Section 312(a)(1)), AND/OR FORFEITURE (U.S. CODE, TITLE 47, Section 503).